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DPD-7085-60

22 September 1960

Dear Jack,

Attached is the Auditor's final report on your Purchase Order No. 100-7 with FCIC for the time totalizers.

It appears that the FCIC has agreed with the Auditor's findings, therefore, compliance with Paragraph 3 and normal close-out requirements, i.e., final release, patent statements etc., are all that is necessary to effect final settlement.

Regards,

SIGNED

WENDELL

Attachments:

Auditor's Reports

DPD-DD/P:J. [] pj

Distribution:

1. []

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DEPARTMENT OF THE AIR FORCE
HEADQUARTERS UNITED STATES AIR FORCE
WASHINGTON 25, D. C.



DPD-7005-60

#689

REPLY TO:

Auditor General
Comptroller, USAF
Eastern District
Liaison Office
P.O. Box 8155, S.W. Station
Washington, D. C.

15 September 1960

SUBJECT: Report of Final Audit of CPFF Subcontract
Fairchild Camera and Instrument Corporation
Subcontractor to LMSD (Purchase Order 100-7)
Under Contract No. AF33 (600) 37230 (RT-100)
Period 1 September 1958 to 31 July 1960 (Completion)

TO : Contracting Officer

1. A final audit has been performed of costs incurred under the subject subcontract.
2. The results of audit, as detailed in Exhibit A, are summarized as follows:

	Contractor's Claim	Auditor's Recommendations For Acceptance	For Non- acceptance
Costs	\$109,018.49	\$108,289.90	\$728.59
Fixed Fee	10,689.94	10,689.94	
Total	<u>\$119,708.43</u>	<u>\$118,979.84</u>	<u>\$728.59</u>

The audit findings were discussed with the subcontractor's representative, Mr. Henry Kurland, who concurred therein. The auditor's recommendations are subject to satisfactory receipt and acceptance of the subcontract items and receipt of final release and other statements required under the subcontract, which the subcontractor advised will be submitted to

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the prime contractor shortly with a final invoice for \$5,084.41. This represents the difference between the acceptable total of \$118,979.84 and the total billed to date (Audit Invoice #14) of \$113,895.43.

3. The subcontractor has not as yet submitted an inventory of residual material to the prime contractor. This together with a request for disposition instructions or authorization to use the residue material on other work orders will be conveyed to the prime contractor according to the subcontractor. Procedures followed by the subcontractor for control of property have been reviewed and tested, and found to be satisfactory.



Audit Liaison Officer
Eastern District
Auditor General

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